STATE OF CALIFORNIA BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY DEPARTMENT OF BUSINESS OVERSIGHT

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TO: Better Living Global Marketing

Bidders Paradise www.blgm.hk

Sergio Hernandez Cervantes

Berenice Hernandez Murillo

Primitivo "Tivo" Fuentes

Room 719-720, Tower A New Mandarin Plaza 14 Science Museum Rd. TST, Kowloon, Hong Kong

50690 Chiapas Drive Coachella, California 92236

82712 Crest Avenue Indio, California 92201

83618 Rimrock Lane Coachella, California 92236

DESIST AND REFRAIN ORDER (For violation of sections 25110 and 25401 of the Corporations Code)

The Commissioner of Business Oversight (Commissioner) finds that:

- 1. At all relevant times, Better Living Global Marketing doing business as Bidders Paradise (Better Living) was a Hong Kong-based business entity of unknown formation with a business address at Room 719-720, Tower A, New Mandarin Plaza, 14 Science Museum Road, TST Kowloon, Hong Kong.
- 2. At all relevant times, Better Living conducted business on the internet at www.blgm.hk, on social media, and in-person. Better Living engaged in online multi-level marketing in the form of hosting "penny" auctions. In penny auctions, consumers compete to pay pennies on the dollar online for high-end luxury items such as handbags, luggage, electronic goods, jewelry and watches.

- 3. At all relevant times, Sergio Hernandez Cervantes (Cervantes) and Berenice Hernandez Murillo (Murillo) were representatives of Better Living doing business at 50690 Chiapas Drive, Coachella, California 92236 and 82712 Crest Avenue, Indio, California 92201. Cervantes and Murillo engaged in multiple events to promote Better Living, including, but not limited to, making presentations at hotels on behalf of Better Living to California residents and actively promoting Better Living on social media.
- 4. At all relevant times, Primitivo "Tivo" Fuentes (Fuentes) was a representative of Better Living doing business at 83618 Rimrock Lane, Coachella, California 92236.
- 5. Beginning in 2014, Better Living, Cervantes, Murillo and Fuentes offered and sold securities in the form of investment agreements through a penny auction scheme. Bids were sold by Better Living, Cervantes, Murillo and Fuentes to investors in one "unit" of at least 1300 bids for \$1,300.00. The unit price was paid to Better Living, Cervantes, Murillo and Fuentes by the investor by check, cash, or wire transfer to Fuentes, Cervantes and Murillo on behalf of Better Living.
- 6. Better Living would also pay to investors a share of the penny auction profits from units purchased by other consumers. Better Living paid additional profits if investors promoted Better Living, invested more money in Better Living by purchasing more units, and did not withdraw their capital investment after the first two months of investing with Better Living.
- 7. Better Living, Cervantes, Murillo, and Fuentes promised profits to California investors ranging from at least half or double the investment amount in two months' time, and more profits as time went on. All initial profits were to be paid to investors within two months of the date of investment or unit purchase. If desired, investors would be able to withdraw profits at the end of each month on an ongoing basis for the duration of the investment with Better Living from an online "cash wallet" account by way of automatic deposit into the investor's checking account.
- 8. Beginning in 2014, Better Living, Cervantes, Murillo and Fuentes offered and sold the above-described securities in California in issuer transactions. The Commissioner has not issued a permit or other form of qualification authorizing any person to offer and/or sell these securities in the form of investment agreements in California. Better Living, Cervantes, Murillo and Fuentes are not

exempt from the qualification requirements set forth in the Corporate Securities Law of 1968 (Corp. Code, § 25000 et seq.) (CSL).

9. Beginning in 2014, in connection with the offer and sale of these securities, Better Living, Cervantes, Murillo and Fuentes made, or caused to be made, misrepresentations of material fact or omitted to state material facts necessary in order to make the statements made, in the light of the circumstances under which they were made, not misleading. Specifically, Better Living, Cervantes, Murillo and Fuentes misrepresented to California investors that they would receive a profitable return on their investment two months after the investment was made. To date, California investors have not received their capital investment principal or profits from the investment despite repeatedly requesting the amounts to be returned.

Based on the foregoing, the Commissioner of Business Oversight finds that the investment agreements offered and sold by Better Living Global Marketing doing business as Bidders Paradise, Sergio Hernandez Cervantes, Berenice Hernandez Murillo, and Primitivo "Tivo" Fuentes are securities subject to qualification under the CSL. These investment agreements were offered and sold without being qualified or exempt, in violation of Corporations Code section 25110.

Pursuant to Corporations Code section 25532, Better Living Global Marketing doing business as Bidders Paradise, Sergio Hernandez Cervantes, Berenice Hernandez Murillo, and Primitivo "Tivo" Fuentes are hereby ordered to desist and refrain from the further offer or sale in California of securities, including but not limited to investment agreements, unless and until qualification has been made under the CSL or unless exempt.

Further, the Commissioner of Business Oversight is of the opinion that the securities in the form of investment agreements were offered and sold in California by means of a written or oral communication which included an untrue statement of material fact or omitted to state a material fact necessary to make the statement made, in light of the circumstances under which they were made, not misleading, in violation of section 25401 of the CSL.

Pursuant to section 25532 of the CSL, Better Living Global Marketing doing business as Bidders Paradise, Sergio Hernandez Cervantes, Berenice Hernandez Murillo, and Primitivo "Tivo" Fuentes are hereby ordered to desist and refrain from offering or selling or buying or offering to buy

any security in California, including but not limited to investment agreements, by means of any
written or oral communication which includes an untrue statement of material fact or omits to state a
material fact necessary in order to make the statements made, in light of circumstances under which
they were made, not misleading.
This order is necessary, in the public interest, for the protection of investors and consistent
with the purposes, policies, and provisions of the Corporate Securities Law of 1968.
Dated: April 24, 2018
JAN LYNN OWEN Commissioner of Business Oversight
By MARY ANN SMITH Deputy Commissioner Enforcement Division